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## NEWS RELEASE

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### **California Sellers of Investments in Advertising Devices Ordered to Cease Sales** ***Companies claimed that "Ad Topper" devices would net 16% profit, with no risk . . .***

**SALT LAKE CITY, Utah** – An order was entered today against two California companies and their promoters for fraudulently taking \$92,000 from three Utah investors for an investment program in video screens called "Ad Toppers." Unlimited Cash, Inc., of Oxnard, Wayne Douglas Flesher, of Ventura County (president of Unlimited Cash), Douglas Network Enterprises (of Oxnard), and Nancy Carol Khalial (president of Douglas Network) were ordered to cease selling securities in Utah in violation of the law and were ordered to pay \$150,000 in fines. The orders were entered by default after the four failed to defend themselves in the enforcement proceedings brought by the Utah Division of Securities.

The Division of Securities filed administrative proceedings against these four California promoters and two promoters from Texas on April 3, 2006. The Division alleged that \$92,000 was taken from three Utah resident, including an 84-year-old blind man, based on promises they could earn high profits by investing in 15-inch "Ad Topper" screens that would be placed in high-traffic commercial locations, displaying advertisements. Investors were to receive revenue from the advertisements on their Ad Topper machines.

Investors were told that all they had to do was provide the funding; Unlimited Cash and Douglas Network Enterprises would manufacture the screens, secure advertising, find locations to install the Ad Toppers, and collect the revenues. Investors were told the investments would produce a return of 16% annually, had no risk, and qualified for tax write-offs. The order describes some of the fraudulent conduct by the promoters when soliciting investors. The investigation failed to identify any Ad Toppers that were installed or receiving revenue from advertising.

In addition to the enforcement proceedings against the California promoters, the Utah Attorney General filed criminal charges against Clifton Curtis Sneed, of Dallas. Sneed had solicited the Utah investors. Sneed pleaded guilty and was sentenced on April 30, 2007. He was ordered to pay restitution to the victims. The U.S. Securities and Exchange Commission also filed suit in 2006 and obtained a court order freezing assets of the defendants.

Today's order finds that the California promoters misrepresented material facts, sold unregistered securities, and sold securities without being licensed. They are ordered to cease and desist from any further violations of the law and to pay \$150,000 in fines. With today's order, the administrative and criminal cases are concluded against all the promoters.